



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	SB0249	Title:	Allow Montana driver's license for certain offenders
Primary Sponsor:	Curtiss, Aubyn	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:					
General Fund	\$750	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0	\$0
Revenue:					
General Fund	\$48	\$193	\$193	\$193	\$193
State Special Revenue	\$13	\$50	\$50	\$50	\$50
Net Impact-General Fund Balance	<u>(\$702)</u>	<u>\$193</u>	<u>\$193</u>	<u>\$193</u>	<u>\$193</u>

Description of fiscal impact:

The production of a "limited-use" driver's license would result in a small increase in revenue to the general fund and state special revenue each fiscal year, but would have a negative impact on the general fund in FY 2009 due to rulemaking authority expenditures.

FISCAL ANALYSIS

Assumptions:

- SB 249 is effective on passage and approval, thus it is assumed implementation costs would be expended in FY 2009.
- Section 3 of SB 249 allows for the adoption of rules governing the application process and renewal schedule for limited-use driver's licenses. Therefore, in FY 2009 there would be a rulemaking expense of \$750.00.
- The limited-use driver's license authorized by SB 249 would be handled as a driver's license restriction requiring the addition of a driver improvement (DI) action code to the current Legacy system. Programming will be required to add the DI action code to the current driver license application in the

Legacy system. The costs associated with programming the Legacy system will be absorbed by Justice Information Technology Services Division.

4. Most of the drivers not eligible for licensure in the Problem Driver Pointer System (PDPS), called “nots”, have had less than seven years elapse from the effective date of the most recent withdrawal of driving privileges, thus would not qualify for the “limited-use” driver’s license restriction. Therefore, for the purposes of this fiscal note, it is assumed six limited-use driver’s licenses would be issued per year.
5. There is currently a \$5.00 fee/year for the regular driver’s license plus \$0.50 fee for renewal notices. Therefore, the annual increase in revenue would be \$243.00 [(\$5.00 fee * 8-year licenses * 6 licenses issued = \$240.00) + (\$0.50 renewal notice fee * 6 licenses issued = \$3.00) = \$243.00].
6. The cost of producing each license is \$8.60 per driver’s license plus staff time. The department will absorb this expense.
7. It is assumed the driver license fees will be collected by the state (rather than at the county). Therefore, 79.3% of the \$5.00 fee [\$240 * 79.3% = \$190] will be deposited into the general fund and the remaining 20.7% will be deposited into the traffic education state special revenue account [\$240 * 20.7% = \$50.00]. One hundred percent of the renewal notice fee (\$3.00) will be deposited into the general fund.
8. Because SB 249 is effective upon passage and approval, an April 1, 2009 effective date is assumed in relation to FY 2009 revenues [general fund: (\$190 * 0.25 = \$47.50)+ (\$3.00 * 0.25 = \$0.75) = \$48.00] [state special: \$50.00 * 0.25 = \$12.50].

	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>					
<u>Expenditures:</u>					
Operating Expenses	\$750	\$0	\$0	\$0	\$0
<u>Funding of Expenditures:</u>					
General Fund (01)	\$750	\$0	\$0	\$0	\$0
<u>Revenues:</u>					
General Fund (01)	\$48	\$193	\$193	\$193	\$193
State Special Revenue (02)	\$13	\$50	\$50	\$50	\$50
TOTAL Revenues	\$61	\$243	\$243	\$243	\$243
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>					
General Fund (01)	(\$702)	\$193	\$193	\$193	\$193
State Special Revenue (02)	\$13	\$50	\$50	\$50	\$50

Effect on County or Other Local Revenues or Expenditures:

1. For those counties authorized to collect driver’s licenses fees on behalf of the department there may be an increase in revenues for the county as they retain 2.5% of the basic driver license fees that are collected by their office.

Sponsor’s Initials

Date

Budget Director’s Initials

Date